

SCHOOL BOARD AGENDA ITEM

Agenda Item No. _____

Prepared: February 5, 2003

New Business: March 13, 2003

Action: March 27, 2003

Staff Contact: Charles Woodruff, Chief Financial Officer, Financial Services

SUBJECT: FY 2003 Third-Quarter Budget Review

RECOMMENDATION:

That the School Board approve the adjustments reflected in the FY 2003 Third-Quarter Budget Review as detailed in the agenda item.

EXPLANATION:

Sections I and II of this agenda include items that were previously briefed to the School Board during the FY 2004 Proposed and Advertised Budget Reviews. The School Operating Fund (SOF) includes an increase in state aid of \$2.7 million primarily due to an increase in sales tax revenue and expenditure decreases of \$41.4 million. This \$44.2 million in savings will be applied to the FY 2004 budgeted beginning balance.

Section III identifies additional recommended expenditure increases that will be offset by a reduction to the temporary buildings/overcrowding account. Approval of the recommendations in this agenda item will require an additional \$627,832 in FY 2004. **This agenda provides position authorization in the SOF for 3.0 nonschool-based positions:**

- 1.0 Office Assistant Health Insurance Portability and Accountability Act (HIPAA)
- 1.0 Financial Analyst Title IV-E Grant
- 1.0 Office Assistant Federal Aid - IDEA

Also, there are several unanticipated expenditure items associated with the severe winter weather totaling \$2.5 million. Funding from the flexibility reserve will be used to cover the cost. The reserve will be restored at the FY 2003 Final Budget Review.

Details on adjustments to other funds are included in section IV.

None of these actions requires an increase in the County General Fund transfer.

A summary of the competitive grants activity is attached.

Attachments

Recommended FY 2003 Third-Quarter Adjustments

The School Board was briefed on the following third quarter budget items during the FY 2004 Proposed and Advertised Budget Reviews. These revenue and expenditure adjustments were reallocated to help fund the FY 2004 beginning balance.

		<u>AMOUNT</u>	
I. REVENUE ADJUSTMENTS			
A. State Aid		\$2,743,875	
<p>State aid estimates, primarily sales tax, are increasing \$2.7 million based on revised state projections included in the Governor's proposed budget.</p>			
TOTAL FY 2003 REVENUE ADJUSTMENTS		<u>\$2,743,875</u>	
		<u>AMOUNT</u>	<u>POSITIONS</u>
II. EXPENDITURE ADJUSTMENTS			
x A. Compensation Base Adjustment		(\$13,800,000)	0.0
<p>This reduction will realign the compensation base to recognize the FY 2003 savings in health and dental costs due to adjustments in the health plans, enrollment stabilization and tighter budget controls, and an increase in estimated FY 2003 salary lapse from 1.7 percent to 2.1 percent of compensation based on higher than expected turnover savings experienced in the first four months of FY 2003. Funds will be applied directly to the FY 2004 beginning balance, as explained on page 87 of the FY 2004 Superintendent's Proposed Budget Overview. These adjustments are also reflected in the FY 2003 current year estimate, the FY 2004 beginning balance, and the FY 2004 compensation base.</p>			
x B. FY 2002 Carryover		(3,970,000)	0.0
<p>These funds were set aside as part of the FY 2002 Final Budget Review to be used as beginning balance for the FY 2004 Budget.</p>			
x C. Staffing Reserve Balance		(2,000,000)	(40.0)
<p>The staffing reserve account has a balance of 40.0 instructional positions. These positions will not be required. Any new instructional positions for the remainder of FY 2003 will be staffed with a long-term substitute. It is recommended that the School Board allocate these funds to increase the FY 2004 beginning balance.</p>			

ö **Recurring**
 ^ **Nonrecurring**

	<u>AMOUNT</u>	<u>POSITIONS</u>
x D. Excel Bonus	(1,000,000)	0.0
<p>Only \$1.1 million of the \$2.1 million budgeted for Project Excel bonuses was required to pay bonuses to eligible employees at Project Excel schools that had met their goals. It is recommended that the School Board allocate the remaining funds to increase the FY 2004 beginning balance.</p>		
x E. Head Start Transportation	(1,174,858)	0.0
<p>In the FY 2002 Final Budget Review, \$1.4 million was set aside to comply with the new federal Head Start transportation requirements. In December, the School Board decided to address Head Start participation and supporting transportation through alternative means, which eliminates the need to adopt the new federal transportation requirements. This saves \$1.2 million. A commitment of \$0.2 million has already been made for FY 2003. It is recommended that the School Board allocate the remaining funds to increase the FY 2004 beginning balance.</p>		
x F. State Aid Loss Placeholder	(10,712,510)	0.0
<p>The FY 2003 Midyear Budget Review included a \$10.7 million state aid loss placeholder in anticipation of reductions in K-12 education. The Governor's proposed budget contained no cuts in public education. It is recommended that the School Board allocate these funds to increase the FY 2004 beginning balance.</p>		
x G. Management Cost-Saving Actions	(8,763,023)	0.0
<p>In FY 2003, a number of management actions was taken to set aside funds for FY 2004. This includes a hiring slowdown, savings from restructuring health plans, an administrative reorganization, and deferring all nonessential expenditures.</p>		
TOTAL EXPENDITURE ADJUSTMENTS	<u>(\$41,420,391)</u>	<u>(40.0)</u>

0 Recurring
/ Nonrecurring

	<u>AMOUNT</u>	<u>POSITIONS</u>
III. RECOMMENDED ITEMS		
x A. Gymnastic Equipment	\$59,016	0.0
<p>FCPS has received notification of the National Federation of State High School Associations' rule change requiring schools to provide vaulting tables for girls' gymnastics. Although the requirement is not effective until the 2003-2004 season, adequate time is needed for the procurement process and training on the new apparatus prior to next season. One table, at a cost of \$2,459, is needed for each of the 24 high schools for a total of \$59,016.</p>		
ö B. Health Insurance Portability and Accountability Act (HIPAA)	118,806	1.0
<p>Funding is required to implement the provisions of the Health Insurance Portability and Accountability Act (HIPAA). HIPAA will require that we maintain "protected health information" (PHI) for a total of six years in a secure space. A renovation of the Benefits Office that includes a lockable benefits file room, soundproof rooms, and fax machines in secure areas is needed for FCPS to be fully compliant. With the addition of a full-time office assistant, the number of authorized non-school-based positions will increase by 1.0. The FY 2004 cost for this position including employee benefits is \$35,222. In FY 2004, HIPAA call tracking requirements will require the purchase of additional hardware and software at a cost of \$261,000.</p>		
ö C. Virginia Unemployment Claims	160,000	0.0
<p>As a result of increased awareness by less than full-time personnel regarding the eligibility criteria by the state to collect unemployment, the current budget will not be sufficient to pay compensation benefits in FY 2003. An increase of \$160,000 is needed to fund remaining FY 2003 obligations. The FY 2004 budget will also be increased by \$160,000.</p>		
ö D. Custodial Training Academy	0	5.0
<p>West Potomac High School has chosen to opt out of the Custodial Training Academy program in FY 2003. Participating schools gave up 6.0 custodian positions out of their regular staffing in exchange for 1.0 custodial training assistant position and hourly custodian funds to pay the trainees. The program itself is cost-neutral to FCPS. The cost of restoring the 6.0 custodians will be offset by the elimination of the training assistant position and the hourly funds. Facilities staff has determined that current custodian training needs can be met by continuing with the three remaining academies at Falls Church, Herndon, and Woodson High Schools.</p>		

ö **Recurring**
^ **Nonrecurring**

	<u>AMOUNT</u>	<u>POSITIONS</u>
<p>ö E. Rental of Musical Instruments</p> <p>Funding is required to meet additional FY 2003 contractual arrangements for the rental of musical instruments. There has been a 17 percent growth in the number of students in the free and reduced-lunch program participating this year in the Instruments for All program, as well as a 9 percent increase in the contract price.</p>	96,000	0.0
<p>x F. Virginia Preschool Initiative Program</p> <p>Funding is required to pay teachers for the Virginia Preschool Initiative program within FECEP/Head Start. The program has been expanded in 40 classrooms to a full day. This will offset the reduction in state revenue experienced this year by the program. The FY 2004 FECEP/Head Start program has been reduced by 6.0 positions and may require further reductions if supplemental local funding is not approved.</p>	290,000	0.0
<p>ö G. Federal Aid – IDEA</p> <p>Section 619 of IDEA serves preschool age children. Authorization is requested for a 1.0 FTE office assistant. This position is needed to support the growing number of students processed by the Child Find staff. Conversion of existing grant funds will fund this position. With the addition of a full-time office assistant, the number of authorized non-school-based positions will increase by 1.0.</p>	0	1.0
<p>ö H. Title IV-E Grant</p> <p>The Department of Special Services' Financial Management Section has taken on substantial additional work in the past year, while losing one position. In addition to this workload, a new revenue initiative has been added to the Title IV-E Revenue Maximization. FCPS will qualify for additional federal reimbursement by claiming expenses related to attendance officers and will expand the program in FY 2004 to include expenses related to psychologists and social workers. Pursuit of this additional revenue initiative is not possible with current levels of staff. The FY 2003 cost of the position is \$18,532. The FY 2004 cost for this position including employee benefits is \$75,610. With the addition of a full-time financial analyst, the number of authorized nonschool-based positions will increase by 1.0. It is estimated that over \$250,000 in additional revenue will be generated in FY 2004.</p>	18,532	1.0
<p>x I. Temporary Buildings/Overcrowding Account</p> <p>The temporary buildings account has a balance of \$2.2 million. After reviewing overcrowding needs for the remainder of FY 2003, it is anticipated that \$1.5 million will be needed.</p>	(742,354)	0.0
<p>ö Recurring</p> <p>ˆ Nonrecurring</p>		

	<u>AMOUNT</u>	<u>POSITIONS</u>
x J. Severe Winter Weather	2,500,000	0.0
Snow Removal and Related Expenditures	\$1,500,000	
Funding is required to pay for overtime, contracted snow removal, and supplies.		
Utilities	\$500,000	
Due to a colder than normal winter, additional funding is required for utilities.		
Floris Elementary Roof Collapse	\$500,000	
The estimated cost to repair the roof at Floris Elementary School is \$2.0 million; of that amount \$1.5 million will be covered by insurance proceeds. This \$0.5 million will cover the insurance deductible.		
x K. Flexibility Reserve	(2,500,000)	0.0
Funding from the flexibility reserve will cover the unanticipated expenses resulting from the severe winter. This reserve will be restored at the FY 2003 Final Budget Review.		
TOTAL RECOMMENDED ITEMS	<u>\$0</u>	<u>8.0</u>

0 Recurring
^ Nonrecurring

SUMMARY

	<u>AMOUNT</u>
TOTAL REVENUE	\$2,743,875
TOTAL EXPENDITURE REDUCTIONS	41,420,391
AMOUNT RESERVED FOR FY 2004 BEGINNING BALANCE	\$44,164,266

IV. OTHER FUNDS

GRANTS AND SELF-SUPPORTING PROGRAMS FUND

New and revised grant awards total \$1,309,970, as listed below, with an overall increase of 2.75 FTEs.

	<u>AMOUNT</u>	<u>POSITIONS</u>
Beginning Mentor Teacher	\$172,306	1.0
<p>This state grant is to provide teacher mentors to beginning teachers. Funding will provide for teacher mentor stipends and staff. This action is to recognize a continuation award and a 1.0 resource teacher.</p>		
Refugee School Impact	114,254	0.0
<p>This federal grant is to provide family literacy services to refugee students and their parents. Funding will expand services with evening programs, instructional supplies and materials in order to improve English skills, and parents' confidence to assist their children with schoolwork. This action is to recognize a continuation award.</p>		
Title III	412,400	1.0
<p>This No Child Left Behind federal grant is to provide additional resources for English for Speakers of Other Languages (ESOL) students, parents, community, and staff for improved ESOL student achievement. Funding will provide for staff development, curricula, instructional materials, parent and community programs, family outreach, literacy programs, and staff. The actual award for Title III is now \$1,859,059 with a total of 4.0 FTEs. This action is to recognize a revised award and the addition of a 0.5 translator and a 0.5 registrar.</p>		
SLIVER	382,833	0.0
<p>This federal grant is to provide in-service training and staff development for general education and special education teachers to make available greater opportunities for students with disabilities to participate in general education programs in a less restrictive environment. Funding will provide for stipends, training, consultants, and materials. This action is to recognize a continuation award.</p>		
TJHSST – Overseas Schools	57,000	0.0
<p>This federal grant is to provide curriculum leaders and technology coordinators in the American-sponsored overseas schools with in-depth technology training in integrating technology into the curriculum and technical and networking strategies for schools. Funding will provide for stipends and travel expenses. This action is to recognize a continuation award.</p>		
Other grants under \$50,000	171,177	0.0
<p>These grants consist of small new and revised awards to schools and departments, such as Cued Speech, Herndon NASA Robotics, Bailey's Heritage Language Club, and Project SERV.</p>		

	<u>AMOUNT</u>	<u>POSITIONS</u>
Project Hope	0	0.75
This federal grant provides instructional support for homeless children. Authorization is requested for a 0.75 FTE. This position has been funded on an hourly basis since the inception of the grant. The new legislation requires additional focus on services to homeless children, compliance with federal laws on homeless children, and additional commitment of appropriated funds to serve homeless children. Conversion of existing hourly grant funds will fund this position.		
TOTAL GRANTS ADJUSTMENTS	<u>\$1,309,970</u>	<u>2.75</u>

ADULT AND COMMUNITY EDUCATION

The revenue and expenditures are increased by \$244,527 due to an anticipated increase in tuition of \$181,912, the receipt of one new federal grant totaling \$50,000, increased other revenue of \$32,179, a reduction to a current grant of \$10,000, and a decrease in state funding of \$9,564. The number of students registering for Adult and Community Education courses is expected to increase by over 1,400 from the 53,300 projected number of student served.

SCHOOL CONSTRUCTION FUND

Transfers-in from the School Operating Fund will increase by \$435,948 for facility modifications. This includes non-bond funds for minor improvements such as computer drops, playground equipment, and room modifications.

Additional appropriation authority of \$2.0 million is required to repair the roof at Floris Elementary; \$1.5 million will be funded with insurance proceeds, and the \$0.5 million insurance deductible will be transferred from the Operating Fund.

The FY 2004 Proposed Budget includes \$10.1 million for renovations at Floris Elementary. The funding source for this project will be bond funds. Advanced appropriation authority is required to begin renovations in FY 2003 due to the required repairs to the roof. This change will also be reflected at the FY 2004 Approved Budget.

HEALTH AND FLEXIBLE BENEFITS FUND

Due to management action on health plan redesign combined with the effects of the calendar year 2003 open enrollment, contributions to the Health Fund will be reduced by \$5.5 million and expenditures will be reduced by \$5.9 million. The estimated claims stabilization reserve will increase by \$0.4 million.

SCHOOL OPERATING FUND STATEMENT

	<u>FY 2003</u> <u>Midyear</u>	<u>FY 2003</u> <u>Third Quarter</u>	<u>Variance</u>
BEGINNING BALANCE, July 1:	\$77,622,846	\$77,622,846	\$0
RECEIPTS:			
Sales Tax	\$107,173,229	\$108,629,742	\$1,456,513
State Aid	191,203,799	192,491,161	1,287,362
Federal Aid	36,843,620	36,843,620	0
City of Fairfax Tuition	26,927,421	26,927,421	0
Tuition, Fees, and Other	9,670,123	9,670,123	0
Total Receipts	\$371,818,192	\$374,562,067	\$2,743,875
TRANSFERS IN:			
Combined County General Fund	\$1,166,420,889	\$1,166,420,889	\$0
Teacher Liability Payment	1,621,364	1,621,364	0
School Insurance Fund	0	0	0
Total Transfers In	\$1,168,042,253	\$1,168,042,253	\$0
Total Receipts & Transfers	\$1,539,860,445	\$1,542,604,320	\$2,743,875
Total Funds Available	\$1,617,483,291	\$1,620,227,166	\$2,743,875
EXPENDITURES:			
School Board Reserve	\$1,579,934,375	\$1,539,788,036	(\$40,146,339)
School Board Reserve	8,000,000	5,500,000	(2,500,000)
Teacher Liability Payment	1,621,364	1,621,364	0
Total Expenditures	\$1,589,555,739	\$1,546,909,400	(\$42,646,339)
TRANSFERS OUT:			
School Construction Fund	\$12,236,225	\$13,172,173	\$935,948
Grants & Self-Supporting Fund	13,397,954	13,687,954	290,000
Adult & Community Education Fund	2,000,131	2,000,131	0
Health and Flexible Benefits Fund	293,242	293,242	0
Total Transfers Out	\$27,927,552	\$29,153,500	\$1,225,948
Total Disbursements	\$1,617,483,291	\$1,576,062,900	(\$41,420,391)
ENDING BALANCE, June 30	\$0	\$44,164,266	\$44,164,266

GRANTS & SELF-SUPPORTING PROGRAMS FUND STATEMENT

	FY 2003 <u>Midyear</u>	FY 2003 <u>Third Quarter</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$3,294,954	\$3,294,954	\$0
RECEIPTS:			
State Aid	\$9,637,275	\$9,842,635	\$205,360
Federal Aid	25,518,915	26,583,111	1,064,196
Tuition	2,798,913	2,798,913	0
Industry, Foundation, Other	994,177	1,034,591	40,414
Total Receipts	\$38,949,280	\$40,259,250	\$1,309,970
TRANSFERS IN:			
School Operating Fund (Grants)	\$135,539	\$425,539	\$290,000
School Operating Fund (Summer School)	13,262,415	13,262,415	0
Cable Communications Fund	1,624,576	1,624,576	0
Total Transfers In	\$15,022,530	\$15,312,530	\$290,000
Total Receipts and Transfers	\$53,971,810	\$55,571,780	\$1,599,970
Total Funds Available	\$57,266,764	\$58,866,734	\$1,599,970
EXPENDITURES	\$57,266,764	\$58,866,734	\$1,599,970
ENDING BALANCE, JUNE 30	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

ADULT & COMMUNITY EDUCATION FUND STATEMENT

	FY 2003 <u>Midyear</u>	FY 2003 <u>Third Quarter</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$2,565,113	\$2,565,113	\$0
RECEIPTS:			
State Aid	\$756,039	\$746,475	(\$9,564)
Federal Aid	965,238	1,005,238	40,000
Tuition	6,692,983	6,874,895	181,912
Other	165,536	197,715	32,179
Total Receipts	\$8,579,796	\$8,824,323	\$244,527
TRANSFERS IN:			
School Operating Fund	\$2,000,131	\$2,000,131	\$0
Total Transfers In	\$2,000,131	\$2,000,131	\$0
Total Funds Available	\$13,145,040	\$13,389,567	\$244,527
EXPENDITURES	\$13,145,040	\$13,389,567	\$244,527
ENDING BALANCE, JUNE 30	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

SCHOOL CONSTRUCTION FUND STATEMENT

	<u>FY 2003</u> <u>Midyear</u>	<u>FY 2003</u> <u>Third Quarter</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$191,398	\$191,398	\$0
RECEIPTS:			
Bond Sales	\$136,400,000	\$136,400,000	\$0
State Construction Grant	932,374	932,374	0
PTA/PTO Receipts	150,000	150,000	0
City of Fairfax	150,000	150,000	0
Insurance Proceeds	0	1,500,000	1,500,000
Other Revenue	136,000	136,000	0
Total Receipts	\$137,768,374	\$139,268,374	\$1,500,000
AUTHORIZED BUT UNISSUED BONDS			
	232,053,199	242,153,199	10,100,000
Total Referendums	\$232,053,199	\$242,153,199	\$10,100,000
TRANSFERS IN:			
School Operating Fund			
Building Maintenance	6,464,072	6,464,072	0
Classroom Equipment	4,871,209	4,871,209	0
Facility Modifications	900,944	1,336,892	435,948
Floris Elementary School Roof Project	0	500,000	500,000
Total Transfers In	12,236,225	13,172,173	935,948
Total Receipts and Transfers	\$382,057,798	\$394,593,746	\$12,535,948
Total Funds Available	\$382,249,196	\$394,785,144	\$12,535,948
EXPENDITURES AND COMMITMENTS:			
Expenditures	\$150,195,997	\$152,631,945	\$2,435,948
Additional Contractual Commitments	232,053,199	242,153,199	10,100,000
Total Disbursements	\$382,249,196	\$394,785,144	\$12,535,948
ENDING BALANCE, JUNE 30	\$0	\$0	\$0

SCHOOL HEALTH AND FLEXIBLE BENEFITS FUND STATEMENT

	FY 2003 <u>Midyear</u>	FY 2003 <u>Third Quarter</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$8,958,466	\$8,958,466	\$0
RECEIPTS:			
Employer Contributions	\$97,803,804	\$92,701,618	(\$5,102,186)
Employee Contributions	25,931,490	26,095,596	164,106
Retiree/Other Contributions	14,348,286	13,819,585	(528,701)
Interest Income	560,000	560,000	0
Subtotal	\$138,643,580	\$133,176,799	(\$5,466,781)
Flexible Accounts Withholdings	3,833,233	3,833,233	0
Total Receipts	\$142,476,813	\$137,010,032	(\$5,466,781)
TRANSFERS IN:			
School Operating Fund	293,242	293,242	0
Total Receipts and Transfers	\$142,770,055	\$137,303,274	(\$5,466,781)
Total Funds Available	\$151,728,521	\$146,261,740	(\$5,466,781)
EXPENDITURES/PAYMENTS:			
Health Benefits Paid	\$95,182,382	\$88,055,327	(\$7,127,055)
Premiums Paid	30,535,665	32,947,483	2,411,818
Claims Incurred but not Reported (IBNR)	14,063,112	13,834,586	(228,526)
IBNR Prior Year Credit	(10,536,009)	(10,400,000)	136,009
Health Administrative Expenses	7,511,775	7,026,799	(484,976)
Subtotal	\$136,756,925	\$131,464,195	(\$5,292,730)
Flexible Spending Accounts (FSA) Reimbursement	\$3,769,883	\$3,245,721	(\$524,162)
FSA Administrative Expenses	116,594	95,498	(21,096)
Subtotal	\$3,886,477	\$3,341,219	(\$545,258)
Claims Stabilization Reserve	\$11,085,119	\$11,456,326	\$371,207
Total Disbursements	\$151,728,521	\$146,261,740	(\$5,466,781)
ENDING BALANCE, JUNE 30	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**SUPPLEMENTAL APPROPRIATION RESOLUTION
FY 2003**

BE IT RESOLVED that the Fairfax County School Board requests the county Board of Supervisors to amend the FY 2003 Appropriation Resolution for the following School Board funds:

Appropriate to:

County Schools

<u>Fund</u>	<u>Fund Name</u>	<u>From</u>	<u>To</u>	<u>Change</u>
090	Public Schools Operating Operating Expenditures	\$1,584,683,107	\$1,546,909,400	(\$37,773,707)
191	School Food & Nutrition Services Operating Expenditures	\$50,169,227	\$50,210,467	\$41,240
192	School Grants & Self-Supporting Operating Expenditures	\$53,219,278	\$58,866,734	\$5,647,456
193	School Adult & Community Education Operating Expenditures	\$12,291,644	\$13,389,567	\$1,097,923
390	School Construction Operating Expenditures	\$378,625,616	\$394,785,144	\$16,159,528
590	Public Schools Insurance Fund Operating Expenditures	\$8,951,543	\$9,192,366	\$240,823
591	School Health Benefits Trust Fund Operating Expenditures	\$152,156,375	\$146,261,740	(\$5,894,635)
691	School Educational Employees' Supplementary Retirement Fund Operating Expenditures	\$129,964,215	\$129,965,764	\$1,549

I certify the above is a true and correct copy of a resolution adopted by the School Board of Fairfax County, Virginia, as part of the FY 2003 Third Quarter Budget Review, at a regular meeting held on March 27, 2003, at Luther Jackson Middle School, Falls Church, Virginia.

Date

Pamela Goddard, Clerk
County School Board of
Fairfax County, Virginia

**FISCAL PLANNING RESOLUTION
FY 2003**

BE IT RESOLVED that the Fairfax County School Board requests the county Board of Supervisors to amend the FY 2003 Appropriation Resolution for the following School Board funds:

<u>Fund</u>	<u>Fund Name</u>	<u>Transfer To</u>	<u>From</u>	<u>To</u>	<u>Change</u>
090	Public Schools Operating	390 School Construction	\$12,236,225	\$13,172,173	\$935,948
		192 School Grants & Self-Supporting	\$14,297,954	\$13,687,954	(\$610,000)
		193 Adult Education Fund	\$1,100,131	\$2,000,131	\$900,000

I certify the above is a true and correct copy of a resolution adopted by the School Board of Fairfax County, Virginia, as part of the FY 2003 Third Quarter Budget Review, at a regular meeting held on March 27, 2003, at Luther Jackson Middle School, Falls Church, Virginia.

Date

Pamela Goddard, Clerk
County School Board of
Fairfax County, Virginia

Grants Development

Quarterly Report – FY 2003

Date: January 31, 2003

Update for FY 2003 Grants

This report provides the status of competitive grants for FY 2003:

FY 2003 competitive grants submitted: \$4.3 million (32 grants)

FY 2003 competitive grants received: \$.8 million (14 grants)

FY 2003 competitive grants denied: \$1.1 million (4 grants)

FY 2003 competitive grants pending: \$2.3 million (14 grants)

Win Ratios for Competitive Grants

Win ratios are computed using two methods: (1) dollar wins, and (2) number-of-application wins. Because some grants are large (over \$100,000) and some grants are small (under \$100,000), the dollar ratio reflects our ability to win large grants. Because most grants are small, the number-of-application ratio reflects the frequency of awards. For FY 2003 to date:

FCPS has won \$1.86 out of every \$10 submitted – or 19%

FCPS has won 4.4 applications out of every 10 submitted – or 44%

The national win ratio is 1 out of every 10 – or 10%

A combined total of 58 competitive and entitlement grants have been submitted as of January 31, 2003. FCPS has won \$44 million in entitlement grants.

Update for FY 2002 Grants

The following information is meant to report an updated status of the FY 2002 competitive grants:

FY 2002 competitive grants submitted: \$8.1 million (51 grants)

FY 2002 competitive grants received: \$5.4 million (30 grants)

FY 2002 competitive grants denied: \$1.9 million (18 grants)

FY 2002 competitive grants pending: \$.8 million (3 grants)